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COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 3791-01 <u>Bill No.</u>: HB 2030

<u>Subject</u>: Insurance - Automobile; Motor Vehicles; Public Assistance

<u>Type</u>: Original

<u>Date</u>: March 18, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS							
FUND AFFECTED	FY 2003	FY 2004	FY 2005				
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON FEDERAL FUNDS							
FUND AFFECTED	FY 2003	FY 2004	FY 2005				
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON LOCAL FUNDS							
FUND AFFECTED	FY 2003	FY 2004	FY 2005				
Local Government	\$0	\$0	\$0				

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

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ASSUMPTION

Officials from the **Department of Mental Health (DMH)** state very few TANF applicants are denied due to resources. Further, individuals denied for TANF can still get Medicaid coverage through other public assistance programs. DMH states an even smaller percentage of these individuals would need services from DMH. Therefore, DMH assumes this proposal would not fiscally impact their agency.

Officials from the **Department of Social Services - Division of Family Services (DFS)** state only .06 percent of the Temporary Assistance applications were rejected due to excessive resources. DFS anticipates that \$30 would not have an impact on households' eligibility, therefore assume no fiscal impact.

Officials from the **Department of Social Services - Division of Medical Services (DMS)** state if an applicant has been denied Medicaid coverage, it is most likely for an amount greater than \$30 in resources. DMS assumes they would not see a significant increase in eligibles and therefore assumes no fiscal impact.

FISCAL IMPACT - State Government	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal adds automobile liability insurance premiums up to \$30 a month or \$360 a year for individuals with safe driving records to the list of expenses that are excluded from an individual's income for purposes of determining eligibility for public assistance.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

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Department of Mental Health Department of Social Services

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Acting Director March 18, 2002